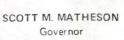
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GORDON E. HARMSTON

Executive Director,

NATURAL RESOURCES

CLEON B. FEIGHT

Director



## STATE OF UTAH

DEPARTMENT OF NATURAL RESOURCES

DIVISION OF OIL, GAS, AND MINING 1588 West North Temple Salt Lake City, Utah 84116 (801) 533-5771

August 25, 1980

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Mr. Dee C. Hansen, State Engineer Utah Division of Water Rights 231 East 400 South Salt Lake City, Utah 84111

RE:

Tentative Approval
Ranchers Exploration and
Development Corporation
Escalante Silver Mine
ACT/021/004
Iron County, Utah

Dear Mr. Hansen,

Enclosed is a copy of the letter submitted to Ranchers Exploration and Development Corporation by the Division in regards to conditional tentative approval to commence mining activities at the Escalante Silber Mine site in Iron County, Utah.

Ranchers may be granted final approval by the Division upon submission of information addressing the stipulations, posting of required reclamation surety, and provided no adverse public comment is received within the 30 day comments period. The Division would appreciate a copy of any decision(s) made by your agency in regards to the Escalante project.

In addition, we would greatly appreciate receiving file copies of future decisions and/or correspondence between your agency and all mining operations in which the Division may have input or jurisdiction. The Division will make every effort to reciprocate all desired information that your agency would require.

Thank you for your cooperation. If you have any questions, please feel free to contact us.

Sincerely,

D.W. Hedberg

RECLAMATION HYDROLOGIST